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1 2 3 4 5 6 7 8 9 10 11 12	David M. Given (SBN 142375) Nicholas A. Carlin (SBN 112532) Conor H. Kennedy (SBN 281793) PHILLIPS, ERLEWINE, GIVEN & CARLIN 39 Mesa Street, Suite 201 The Presidio San Francisco, CA 94129 Tel: 415-398-0900 Fax: 415-398-0900 Fax: 415-398-0911 Email: dmg@phillaw.com Email: nac@phillaw.com Email: nac@phillaw.com Interim Co-Lead Counsel for Plaintiffs [ADDITIONAL COUNSEL LISTED BELOW] UNITED STATES I NORTHERN DISTRIC	DISTRICT COURT
13		
14	MARK OPPERMAN, et al.,	Case No. 13-cv-00453-JST
15	Plaintiffs,	REDACTED VERSION OF
16	v.	PLAINTIFFS' NOTICE OF MOTION AND MOTION FOR CLASS
17	PATH, INC., et al.,	CERTIFICATION RE PATH APP; MEMORANDUM OF POINTS AND
18	Defendants.	AUTHORITIES IN SUPPORT THEREOF
19 20		THIS DOCUMENT RELATES TO THE FOLLOWING CASES
21		<i>Opperman v. Path, Inc.</i> , No. 13-cv-00453-JST <i>Hernandez v. Path, Inc.</i> , No. 12-cv-1515-JST
22		(collectively, the "Related Actions")
23		Date: April 12, 2016 Time: 2:00 p.m.
24		Ctrm: 9, 19 th Floor
25		
26		
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28		
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TO THE COURT, ALL PARTIES, AND COUNSEL OF RECORD:

PLEASE TAKE NOTICE that on April 12, 2016, at 2:00 p.m., or as soon thereafter as the matter may be heard, in Courtroom 9, 19th Floor of the United States District Courthouse, 450 Golden Gate Avenue, San Francisco, California, 94102, before the Honorable Jon S. Tigar, Plaintiffs Jason Green, Stephanie Cooley, and Lauren Carter (hereinafter, "Plaintiffs"), on their own and on behalf of the putative class (defined below), hereby move this Court for an Order: (1) granting class certification in the above-captioned action ("Action") against Defendants Path, Inc. and Apple, Inc. pursuant to Rule 23(a) and (b)(3) of the Federal Rules of Civil Procedure; (2) appointing Plaintiffs as Class Representatives; and (3) appointing Plaintiffs' Interim Co-Lead Counsel (hereinafter, "Plaintiffs' Counsel") as Class Counsel.

This Motion is based upon this Notice of Motion and Motion, the attached Memorandum of Points and Authorities, the accompanying Declaration of Conor H. Kennedy and exhibits thereto (including written discovery responses and documents produced by Defendants Path, Inc. and Apple, Inc.), the accompanying Declaration of David M. Given, the accompanying Declaration of Michael von Loewenfeldt, the respective declarations of Plaintiffs and the exhibits thereto, the papers and records on file in this Action, and such other written and oral arguments as may be presented at or before the hearing to the Court.

MEMORANDUM OF POINTS AND AUTHORITIES

I. INTRODUCTION

Plaintiffs move to certify the following class and subclass against Defendants Path, Inc. ("Path") and Apple, Inc. ("Apple"), on Plaintiffs' claim against Path for invasion of privacy/intrusion on seclusion and against Apple as its "agent" for aiding and abetting same:
<u>Intrusion Class</u>: All persons in the U.S. who received from Apple's App Store a copy of version 2.0 through 2.0.5 of the iOS mobile application entitled Path (the "Invasive Versions").

Intrusion Upload Subclass: All members of the Intrusion Class that were Path registrants and activated via their Apple iDevice (iPhone, iPad, iPod touch) any of

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the Invasive Versions of the iOS Path app between November 29, 2011 and February 7, 2012 (the "Subclass Period").

The Intrusion Class defines a broad liability class where all members are entitled to damages for Path's and Apple's implantation on their iDevices of software designed to and capable of uploading their private iDevice mobile address book data ("Contacts") without consent. *Hernandez v. Hillsides*, 47 Cal.4th 272, 285 (2009). The Intrusion Upload Subclass defines a co-extensive or potentially smaller class where members' Contacts were taken by Path via its App which, as discussed below, happened automatically upon activation of that App.

Both definitions identify an objective, ascertainable group of people. That group of people is numerous. Plaintiffs' privacy claim arises from Path's and Apple's uniform course of conduct directed at those people. Those people have clearly recognized privacy rights in their iDevices and the Contacts data contained thereon. *Riley v. California*, 573 U.S. ____, 134 S.Ct. 2473 (2014). Path's and Apple's course of conduct resulted in one or more privacy violations uniform across both proposed classes, whose measure of damages are also uniform across those classes.

This motion calls for a straightforward application of Rule 23(a) and 23(b)(3). The 16 common evidence discovered to date and described below shows: (A) the number of iDevice 17 users meeting the above class definitions is at least 480,000; (B) these users are ascertainable via 18 their respective email addresses in Path's possession and by download records in Apple's 19 possession; (C) Plaintiffs' claims against both Path and Apple arise predominantly from 20 common factual and legal questions; and (D) because the claims are typical of those of the class, 21 Plaintiffs can and will adequately protect the interests of the proposed class in a representative 22 capacity. 23

Plaintiffs move to certify the proposed class pursuant to Rule 23(a) and 23(b)(3), appoint
Plaintiffs as Class Representatives, and appoint Plaintiffs' Counsel as Class Counsel pursuant to
Rule 23(g)(1).

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II. STATEMENT OF ISSUE TO BE DECIDED

Applying the Federal Rules of Civil Procedure, whether the Court will certify a class in this Action as proposed above.

III. STATEMENT OF CLASS-WIDE FACTS

Path admits nonconsensual access to and uploading of class members' iDevice Contacts. (ECF # 569, at 1.) Path's concession tracks Plaintiffs' allegations in the Second Consolidated Amended Complaint; the Invasive Versions of the Path App were designed to and did in fact harvest from class members' iDevices massive amounts of private address book data and sent that data to Path's web servers, without any user prompt or privacy policy disclosure. (ECF # 478, at ¶¶ 79-80.)

Path obtained each Contact's name and birthday, and all their phone numbers, email addresses, and street addresses. Kennedy Decl., ¶ 17, Exh. M at 44:2-5; 50:11-15.

Kennedy Decl. ¶ 6, Exh. D-1 (pp. 1-3). Path stored the data in a
database, amassing more than 600,000,000 records in less than three months. Kennedy Decl. ¶
14, Exh. J-2 (p. 1).

A. Contacts Is Configured to Accumulate Enormous Quantities of Data.

Contacts is the out-of-the-box, digital address book feature for owners of Apple mobile
devices ("iDevices"). Kennedy Decl. ¶ 18, Exh. X (pp. 1-3). As the name suggests, Apple
designed Contacts for the user to input the contact information of others. Kennedy Decl. ¶ 18,
Exh. X (pp. 1-3). According to Apple, the "Address Book database is ultimately owned by the
user." (ECF # 1-2, at 25.)

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Apple configured Contacts to accumulate and maintain enormous quantities of data. For example, the number of entries in Contacts for Plaintiff Stephanie Cooley exceeds 400 entries. Declaration of Stephanie Cooley ["Cooley Decl."], ¶ 8. The number of address book entries is "limited only by the amount of memory" on a user's iDevice. Kennedy Decl. ¶ 18, Exh. X (pp. 1-3).

Apple designed Contacts for simplicity of use. A user can quickly add address book entries for later retrieval without disrupting other tasks on the same iDevice. Kennedy Decl. ¶ 18, Exh. X (pp. 2-4). Simultaneous to retrieving a text message or sending off an email, the user can press a single button and call up Contacts. Kennedy Decl. ¶ 18, Exh. X (pp. 1-3). Using her touch screen key pad, she can input a person's first name, last name, phone number(s), email address(es), and street address, among other information in several other data fields. Kennedy Decl. ¶ 18, Exh. X (pp. 2-4).

Once Contacts adds an address book entry, a user can connect with that person via her iDevice at the push of a button. Kennedy Decl. ¶ 18, Exh. X (pp. 2-4). (This applies to all three of the iDevices at issue here – iPhones, iPads, iPod Touches.) Using their iDevices, users can rapidly browse their Contacts entries, select one entry, push a short sequence of buttons, and quickly start typing out an email to the selected person. Kennedy Decl. ¶ 18, Exh. X (pp. 2-4). For iPhones, mobile phones that double as handheld computers, Contacts works in concert with the phone; users can instantly dial a phone number from Contacts or text message the number. Kennedy Decl. ¶ 18, Exh. X (pp. 2-4).

Contacts also works together with social and communication software developed for the
iDevice by other companies ("Apps"). Kennedy Decl. ¶ 18, Exh. X (pp. 2-4); ¶ 27, Exh. W (pp.
2-4). Throughout the relevant period, Apps have been available for direct download to iDevices
from Apple's online App market (the "Apple App Store"). Cooley Decl., ¶¶ 4-6, Exh. A,
Declaration of Jason Green ["Green Decl."], ¶¶ 4-6, Exh. A, Declaration of Lauren Carter
["Carter Decl."], ¶¶ 4-6, Exh. A.

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B. Path Took Each User's Contacts Data With No Notice or Warning.

Starting on November 29, 2011, Path launched a new version (2.0) of the Path App to take address book records from users' iDevices. (ECF # 567, at 1.) See also Kennedy Decl. ¶ 17, Exh. M at 44:2-5, 49:6-14, 50:11-15, ¶ 6,

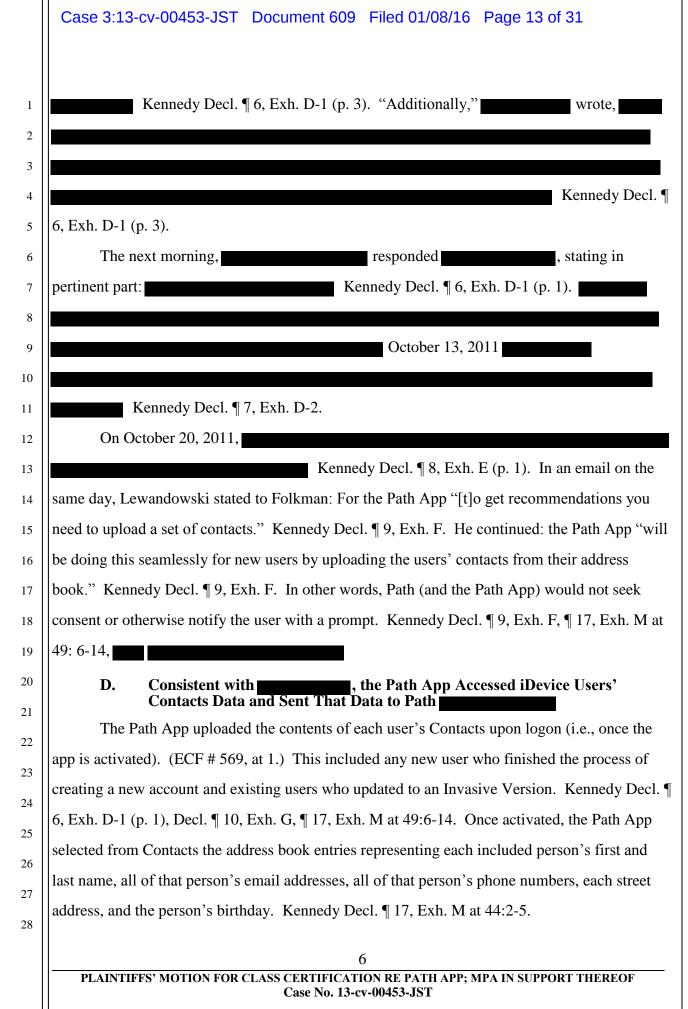
By February 2012, Path had taken and passed 662,187,372 private address book records through to its servers and stored them in a special "Contacts" database. Kennedy Decl. ¶ 14, Exh. J-2 (p. 1). Path obtained all of this data in secret and without a user prompt. Kennedy Decl. ¶ 17, Exh. M at 49: 6-14,

Path violated Apple's public consent rules every single day for almost three months. Kennedy Decl. ¶ 25, Apple published its consent rules with a press release in September 2010. Kennedy Decl. ¶ 18, Exh. N. Section 17.1 says: "Apps cannot transmit data about a user without obtaining the user's prior permission and providing the user with access to information about how and where the data will be used." Kennedy Decl. ¶ 19, Exh. O (p. 5). Behind the scenes, however, Apple's rules went unenforced, as Apple now admits: "developers technically can get this content without user interaction." Kennedy Decl. ¶ 21, Exh. Q (p. 1). In effect, Apple and Path implanted and installed a bug on users' iDevices, activated once a user registered to use the Path App.

C. Path Designed Version 2.0 to Exploit Easy Access to Contacts Data.

Path designed the Path App as a foothold into each user's Contacts. Kennedy Decl. ¶ 6,
Exh. D-1 (p. 2). Path captured this data to Kennedy
Decl. ¶ 6, Exh. D-1 (p. 2). Path designed the Path App to transfer that data without any consent
prompt. Kennedy Decl. ¶ 9, Exh. F, ¶ 17, Exh. M at 49: 6-14,

23	
24	On October 11, 2011, Path
25	Kennedy Decl. ¶ 6, Exh. D-1 (pp. 1-3).
26	Kennedy
27	Decl. ¶ 6, Exh. D-1 (pp. 1-3). stated:
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1	Kennedy Decl. ¶
2	6, Exh. D-1 (pp. 1-3), The Path App
3	Kennedy Decl. Path
4	then transferred the incoming data from its servers to a server-side "Contacts" database.
5	Kennedy Decl. ¶ 17, Exh. M at 44:9-12.
6	Path captured the data Kennedy Decl. ¶ 6, Exh. D-1 (pp. 1-3). Over
7	the span of two and a half months, Path accumulated more than 600,000,000 records in Path's
8	database. Kennedy Decl. ¶ 14, Exh. J-2 (p. 1).
9	E. Path Gave No Notice of the Contacts Data Upload.
10	Path did not seek consent to upload Contacts data to Path's servers: The Path App
11	uploaded Contacts data the moment any new user signed up for Path or any existing user signed
12	into Path. Kennedy Decl. ¶ 10, Exh. G, ¶ 17, Exh. M at 49:6-14,
13	Path designed the Path App to be "seamless[]," a euphemism for: <i>without pausing to</i>
14	obtain user consent. Kennedy Decl., ¶ 9, Exh. F.
15	Under examination, Nathan Folkman testified that upload of Contacts happened
16	"automatically," and "in the background," during registration. Kennedy Decl. ¶ 17, Exh. M at
17	49:6-14. "Background" means the Path App failed to prompt users regarding the upload of their
18	data to Path's servers. Kennedy Decl. ¶ 17, Exh. M at 49:6-14.
19	Kennedy Decl.
20	F. Path Did Not Disclose Anything about Contacts Data in its Privacy Policy.
21	On the "About" page of its website, Path described its "Values," and included the
22	following statement: "Path should be private by default. Forever. You should always be in
23	control of your information and experience." Kennedy Decl. ¶ 2, Exh. A. Path's Privacy Policy
24	disclosed that the Path App collected only certain information: IP address (a network address),
25	operating system, browser type, web address of referring site, and site activity information, none
26	of which apply to a user's private iDevice address book data. Kennedy Decl. ¶ 3, Exh. B.
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	PLAINTIFFS' MOTION FOR CLASS CERTIFICATION RE PATH APP; MPA IN SUPPORT THEREOF Case No. 13-cv-00453-JST

G. Path Undertook Steps to

Path asserts it obtained this data only to conduct so-called "friend matching." Kennedy Decl. ¶ 5, C-2 (pp. 3) ("Path began uploading users' contacts from their mobile devices to Path's servers to enhance the FriendRank recommendation service"). But documents show that Path

Kennedy Decl. ¶ 6, Exh. D-1 (pp. 1-3).

Path personnel stated:

Kennedy Decl. ¶ 6, Exh. D-1 (p. 3) (emphasis added). Path admitted via

Kennedy Decl. ¶ 17, Exh. M at 122:15-23.

Path's decision to store the data rather than delete it after friend matching reveals their hidden intent: It confirms Path intended and and use it irrespective of users' privacy rights. Kennedy Decl. ¶ 17, Exh. M at 44:9-12, 122:15-23. Path's meteoric growth during the Class Period suggests Path mined the data,

Kennedy Decl. ¶ 6, Exh. D-1 (pp. 1-3). In public, Path boasted at the
tail end of the Class Period that the Path App increased new user registrations and overall user
engagement, and CEO Dave Morin tied these statistics to a new round of venture funding.
Kennedy Decl. ¶ 30, Exh. Z. Path started this round of venture funding on January 19, 2012 and
secured a \$34 million investment in April 2012. Kennedy Decl. ¶ 33, Exh. CC, ¶ 11, Exh. H (p.
5).

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H. Path Knew the Path App Violated its Privacy Commitment to Users.

Path personnel knew the Path App took private data without consent. Kennedy Decl., ¶¶
15-16, Exhs. K & L. But Path continued collecting data without consent well into February
2012, when the public caught Path with its hands in the proverbial cookie jar and Path's CEO
issued a public mea culpa. Kennedy Decl. ¶ 12, Exh. I (p. 1), ¶ 14 Exh. J-2 (p. 2) ("We are
sorry. We made a mistake. [T]he way we had designed our 'Add Friends' feature was wrong.").

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One day after the media reported Path started raising a new funding round, Path planned 1 2 a "high level strategic" meeting about Path's "Upload the entire address book topic." Kennedy Decl., ¶¶ 33 & 15, Exhs. CC & K. Calendar invites and agenda notes show Path CEO Dave 3 Morin attended the meeting. Kennedy Decl., ¶¶ 15 & 16, Exhs. K & L. The same notes 4 demonstrate Path personnel appreciated the Path App violated privacy assurances to users. 5 Kennedy Decl. ¶ 16, Exh. L. The notes state: "We communicate how we respect privacy 6 publicly, but uploading the address book w/out notice seem contrary to our values." Kennedy 7 Decl. ¶ 16, Exh. L. Path's public website communications suggested privacy was fundamental 8 to Path's services. Kennedy Decl. ¶ 2, Exh. A. 9

After this "strategic" meeting, Path continued the same data collection. Between January 10th and February 7th, 2012, Path amassed an additional 100 million address book records. Kennedy Decl. ¶ 14, Exh. J-2 (p. 2). Path personnel attributed the company's eventual decision to stop collecting data this way to a public backlash in February, rather than this private meeting in January. Kennedy Decl. ¶ 13, Exh. J-1 (p. 3).

 I. The Path App Uploaded Hundreds of Thousands of Users' Contacts Data. Path admits it has email addresses provided by users who registered for Path accounts between November 29, 2011 and February 8, 2012, as well as earlier registrants. Kennedy Decl.
 ¶ 32, Ex BB (p. 5). Based on these records, Path has produced approximate user base figures for the Path App, culled down to the users who registered (i.e., signed up) for Path between November 29, 2011 and February 7, 2012. Kennedy Decl. ¶ 4, Exh. C-1 (pp. 18-20).

In November of 2011, 8,780 users in the U.S. registered for the Path App. Kennedy Decl. ¶ 4, Exh. C-1 (p. 18) (identifying number of registrations on month-bymonth basis during Class Period).

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The next month, December 2011, an additional 347,490 U.S. users registered for Path. Kennedy Decl. ¶ 4, Exh. C-1 (p. 19). The final full month of Path's undisclosed data collection was January 2012, before a public backlash disrupted Path's data collection. Kennedy Decl., ¶¶ 22, 23, 33 & 13, Exhs. R, S, AA & J-1. In that month, 124,055 U.S. users registered for Path. Kennedy Decl. ¶ 4, Exh. C-1 (p. 20). Thus, in total, the approximate number of new registrations for the Path App came to 480,125 in the U.S. during the Subclass Period. Kennedy Decl. ¶ 4, Exh. C-1 (pp. 18-20).

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Path Relied on the Path App to Increase User Growth and User Engagement, Enabling Path to Secure \$34 Million in Venture Funding.

Path experienced unprecedented expansion in its user base between November 29, 2011 and February 7, 2012. Kennedy Decl. ¶ 29, Exh. Y. That growth is illustrated by, among other things, historic data available through App Annie Ltd.'s "App Annie" Business Intelligence Platform. Kennedy Decl. ¶ 29, Exh. Y. Beginning in December 2011, the Path App jumped in rank from irrelevant (below 750th) to one of the 25 most downloaded Apps for Apple iDevices in the U.S. Kennedy Decl. ¶ 29, Exh. Y. And among social networking Apps, the Path App jumped in rank from below 250th to one of the top five downloaded Apps for Apple iDevices in the U.S. (and stayed there). Id.

According to Path, prior to launching Version 2.0, Path saw 25,351 total new user
registrations in all of November of 2011. Kennedy Decl. ¶ 4, Exh. C-1 (p. 18). The next month,
after Version 2.0's launch, 860,285 new users registered globally. Kennedy Decl. ¶ 4, Exh. C-1
(p. 19). By January 19, 2012, media sources reported that Path had started a new round of
fundraising. Kennedy Decl. ¶ 33, Exh. CC.

On February 3, 2012, Path announced a major milestone: two million new registered
users – "roughly the same amount Path got in its entire first year," according to media reports.
Kennedy Decl. ¶ 30, Exh. Z. Path CEO Dave Morin foreshadowed that his company would
secure new investment in a media interview, intimating he expected the new investment would
close soon. Kennedy Decl. ¶ 30, Exh. Z. Two months later, in April 2012, Path completed a
\$34 million round of Series B venture capital financing. Kennedy Decl. ¶ 11, Exh. H (p. 5).
Path was reportedly valued at \$250 million dollars. Kennedy Decl. ¶ 34, Exh. P.

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IV. STATEMENT OF FACTS SPECIFIC TO PLAINTIFFS

Apple App Store purchase histories show Plaintiffs each downloaded an Intrusive Version of the Path App. Cooley Decl., ¶¶ 3-6, Exh. A, Green Decl., ¶¶ 3-6, Exh. A, Carter Decl., ¶¶ 3-6, Exh. A. Each of the Plaintiffs downloaded the Path App to an iDevice and registered for the App, as evidenced by their use of the App (registration was required to use the App). Cooley Decl., ¶ 6, Green Decl., ¶ 6, Carter Decl., ¶ 6.

Plaintiffs had address book entries on their iDevices. Carter Decl., ¶ 8; Cooley Decl., ¶ 8; Green Decl., ¶ 8. For any iDevice user whose address book was uploaded to Path's server, Path obtained all of the listed email addresses, phone numbers, street addresses, and birthdays for everybody in their contact list. Kennedy Decl. ¶ 17, Exh. M at 50:11-14.

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V. PROCEDURAL BACKGROUND

On June 27, 2014, Plaintiffs filed their operative pleading against Apple, Path, and additional App Developers. (ECF # 478). On March 23, 2015, following extensive briefing, the Court issued its Order denying various motions to dismiss and finding, among other things, that Plaintiffs adequately pled a claim for invasion of privacy/intrusion on seclusion against Path and Apple, including for aiding and abetting on the part of Apple in connection therewith. (ECF # 543). Consistent with prior decisional law in this case (ECF # 543 at 22-23, 30-34), Plaintiffs focus their discussion of the underlying invasion of privacy/intrusion on seclusion claim (and the joint liability for and aiding and abetting of same) under California law.

VI. ARGUMENT

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A. Applicable Legal Standards.

Whether to certify a class is within the Court's discretion. *Hopkins v. Stryker Sales*, No. 11-CV-02786-LHK, 2013 WL 496358 at *12 (N.D. Cal. Feb. 6, 2013).

A party seeking class certification must satisfy the four prerequisites of Rule 23(a): "(1)
numerosity of plaintiffs; (2) common questions of law or fact predominate; (3) the named
plaintiff's claims and defenses are typical; and (4) the named plaintiff can adequately protect the
interests of the class." *Arnott v. U.S. Citizenship & Immigration*, 290 F.R.D. 579, 583 (C.D.
Cal. 2012) (citing *Hanon v. Dataproducts*, 976 F.2d 497, 508 (9th Cir. 1992)) (internal quotation)

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marks omitted). In addition to these statutory requirements, courts in the Northern District of
California, including this Court, require the proposed class to be "ascertainable" by its
definition. *Vietnam Veterans v. C.I.A.*, 288 F.R.D. 192, 211 (N.D. Cal. 2012).

After Rule 23(a) is met, the proposed class must also satisfy Rule 23(b)(1), (2), or (3). *Zinser v. Accufix Research*, 253 F.3d 1180, 1186 (9th Cir. 2001). Plaintiffs here seek to certify a class under Rule 23(b)(3), which permits class actions where "the court finds that the questions of law or fact common to Class Members predominate over any questions affecting only individual members, and that a class action is superior to other available methods for fairly and efficiently adjudicating the controversy."

Rule 23 "grants courts no license to engage in free-ranging merits inquiries at the certification stage." *Amgen v. Conn. Ret. Plans etc.*, ____ U.S. ____, 133 S. Ct. 1184, 1194-95 (2013). In the event, for these purposes the Court "take[s] the substantive allegations of the complaint as true." *Blackie v. Barrack*, 524 F.2d 891, 901 & n.17 (9th Cir. 1975).

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B. The Requirements Of Rule 23(A) Are Met

The proposed classes both meet all of the requirements for class certification, satisfying numerosity, commonality, typicality, adequacy, and ascertainability. Fed. R. Civ. P. 23(a).

1. Numerosity is Satisfied.

Plaintiffs satisfy the numerosity requirement under Rule 23(a)(1), because the proposed 18 class is "so numerous that joinder of all members is impracticable." Fed. R. Civ. P. 23(a)(1); 19 Patel v. Trans Union, 308 F.R.D. 292 (N.D. Cal. 2015) (finding numerosity satisfied when 20 11,000 persons were identified even though the "period ... is slightly longer than the class 21 period."); Rai v. Santa Clara Valley Transp. Auth., No. 5:12-CV-004344-PSG, 2015 WL 22 860761, at *5 (N.D. Cal. Feb. 24, 2015) (class of forty or more members "raises a presumption 23 of impracticability of joinder based on numbers alone"). Plaintiffs do not need precise Class 24 figures to satisfy numerosity. In re Cooper Cos. Inc. Sec. Litig., 254 F.R.D. 628, 634 (C.D. Cal. 25 2009) (internal citations omitted); see also In re HiEnergy Technologies Sec. Litig., No. 26 8:04CV01226 DOCJTLX, 2006 WL 2780058, at *3 (C.D. Cal. Sept. 26, 2006) ("Where the 27 exact size of the proposed class is unknown, but general knowledge and common sense indicate 28

it is large, the numerosity requirement is satisfied.") (quoting *In re Intermec Corp. Sec. Litig.*,
Fed. Sec. L. Rep. (CCH) 96, 178 (W.D.Wash.1991) (citing *Weinberger v. Thornton*, 114 F.R.D.
599, 602 (S.D.Cal.1986); *Schwartz v. Harp*, 108 F.R.D. 279, 281-282 (C.D.Cal.1985)).

The proposed classes include by definition all Path users in the U.S. who logged onto (read: activated) the Path App from their iDevices during the Subclass Period. (By definition because to activate the Path App from an iDevice one had to receive the Path App from the Apple App Store.) These include new users who registered (i.e., signed up) for the Path App during the Subclass Period. Kennedy Decl. ¶ 10, Exh. G, ¶ 17, Exh. M at 44:2-5, 48:2-22, 49:6-14. (Registration is a subset of logon, see Section VI.B.5.a., below.) Path's records put that number at 480,125. Kennedy Decl. ¶ 4, Exh. C-1 (pp. 18-20).

2. Commonality is Satisfied.

Common issues not only exist in this case, but as shown in Section VI.B.6.a, below, they predominate. Rule 23(a)(2) is met where "there are questions of law or fact common to the class." *Cohen v. Trump*, 303 F.R.D. 376, 382 (S.D. Cal. 2014). All questions of fact and law need not be common to satisfy this rule. *Rodriguez v. Hayes*, 591 F.3d 1105, 1122 (9th Cir. 2009). "Commonality requires the plaintiff to demonstrate that the Class Members have suffered the same injury" such that the "claims must depend upon a common contention [] capable of classwide resolution." *Wal-Mart Stores, Inc. v. Dukes*, <u>U.S. </u>, 131 S. Ct. 2541, 2551 (2011) (citation and quotation marks omitted).

As demonstrated with more particularity below, the intrusion claims all turn on the same common questions of law and fact. *Harris v. comScore, Inc.*, 292 F.R.D. 579, 585 (N.D. Ill. 2013). Accord *Wal-Mart Stores, supra*, 131 S. Ct. at 2545 (class members "must depend on a common contention... of such a nature that it is capable of class-wide resolution which means that determination of its truth or falsity will resolve an issue that is central to the validity of each one of the claims in one stroke"). Plaintiffs and putative class members will demonstrate the uniform intrusion into a private place (as described above) with regard to each member of both proposed classes and that the intrusion was highly offensive to a reasonable person. *Shulman v. Group W*, 18 Cal. 4th 200, 231 (1998); see also *Hernandez*, supra, 47 Cal.4th

at 285 (noting that intrusion liability may occur upon placement of surveillance device);
 Restatement (Second) Torts, § 652B, cmt. 2

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3. Plaintiffs' Claims are Typical of the Proposed Class(es).

Rule 23(a)(3) typicality is met where "the claims or defenses of the representative [plaintiffs] are typical of the claims or defenses of the class." Under Rule 23(a)'s "permissive standards," representative plaintiffs are typical if their claims are "reasonably co-extensive with those of absent Class Members; they need not be substantially identical." *Brown v. Hain Celestial Group*, No. 11-CV-03082, 2014 WL 6483216, at *12 (N.D. Cal. Nov. 18, 2014) (citation and quotation marks omitted). Courts assessing typicality consider: "whether other members have the same or similar injury, whether the action is based on conduct which is not unique to the named plaintiffs, and whether other Class Members have been injured by the same course of conduct." *Id.* (citation omitted).

Typicality and commonality prerequisites "tend to merge" because both "serve as guideposts for determining whether under the particular circumstances maintenance of a class action is economical and whether the named plaintiff's claim and the class claims are so interrelated that the interests of the class members will be fairly and adequately protected in their absence." *General Telephone Co. of the Southwest v. Falcon*, 457 U.S. 147, 161, 163 & n. 13 (1982). Path's and Apple's misconduct was co-extensive with regard to Plaintiffs and the putative class members. *See id*.

The operative pleading alleges that Path committed identical intrusions on seclusion 20 against Plaintiffs and class members alike, and that Apple joined in and aided and abetted in 21 those privacy violations. See ECF # 478, at 62-63. (Apple's iPhone Developer Program 22 License Agreement, to which Path and Apple are parties, provides that Apple is Path's "agent 23 for," among other things, "delivery of the [Path App] to end-users," and Apple is authorized to 24 act for Path in a fulsome capacity enumerated at length in that agreement. Kennedy Decl. ¶ 34, 25 Exh. DD at 28-29.) Plaintiffs are aware of no individualized defenses available to Path or Apple 26 likely to become the focus of the litigation. 27

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4. Plaintiffs Are Adequate Class Representatives.

The adequacy prong of Rule 23(a)(4) is satisfied where Plaintiffs show they "will fairly and adequately protect the interests of the class." The requisite showing is three-fold. Brown, No. 11-cv-03082, 2014 WL 6483216, at *14 (quoting Hanlon v. Chrysler Corp., 150 F.3d 1011, 1020 (9th Cir.1998)). Class counsel must be qualified and competent; Plaintiffs and Class counsel must both show an absence of any apparent conflicts of interest with other Class Members; and Plaintiffs and Class counsel must show they will "prosecute the action vigorously" on behalf of the class. See id.

Plaintiffs' Counsel is Adequate. a.

To evaluate the adequacy of counsel, the Court "must" consider "(i) the work counsel has done in identifying or investigating potential claims in the action; (ii) counsel's experience in handling class actions, other complex litigation, and the types of claims asserted in the action; (iii) counsel's knowledge of the applicable law; and (iv) the resources that counsel will commit to representing the class." Fed. R. Civ. P. 23(g)(1)(a). In addition, the Court "may consider any other matter pertinent to counsel's ability to fairly and adequately represent the interests of the class." Fed. R. Civ. P. 23(g)(1)(b).

Here, Plaintiffs' Counsel satisfies all requirements. Plaintiffs' Counsel has invested a 18 substantial amount of time over a course of three and a half years to identify and investigate, and litigate the claims in this action, successfully brief and argue multiple rounds of motions to dismiss, engage in discovery, and has retained and worked closely with competent, knowledgeable experts. See Declaration of Attorney David M. Given ("Given Decl."); 22 Declaration of Michael von Loewenfeldt ("MVL Decl.").

23 Plaintiffs' Counsel are experienced and knowledgeable concerning complex litigation. 24 They have the resources to commit to adequately and vigorously advance the Class's interests. 25 The Court in evaluating Plaintiffs' Counsel's application to serve as lead counsel for the 26 coordinated actions has previously evaluated the qualifications of counsel and determined that 27 each firm on Plaintiffs' Steering Committee ("PSC") would "fairly and adequately represent 28 the interests of the class." (ECF # 63, at 2.)

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b. Plaintiffs Are Adequate Class Representatives.

As Plaintiffs' claims are typical of the Class, they have no conflicts with Class Members. Rule 23(a)(4)'s adequacy requirement evaluates whether "the named plaintiff's claim and the class claims are so interrelated that the interests of the Class Members will be fairly and adequately protected in their absence." *Gen. Tel. Co. of Sw. v. Falcon,* 457 U.S. 147, 158 & n.13 (1982). Moreover, merely speculative conflicts will not affect adequacy. *Rodriguez v. West Publishing,* 563 F.3d 948, 961 & n.6 (9th Cir. 2009). Plaintiffs' claims are identical to those of the other putative class members. Each Plaintiff downloaded the Path App. Each Plaintiff activated the Path App.

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c. Plaintiffs Will Prosecute Class Claims Vigorously.

Plaintiffs' Counsel have dedicated the full resources of their and the other PSC firms to this Action, including the time and efforts of their senior attorneys, associates, paralegals, and administrative support staff, and will continue to do so. Given Decl., ¶ 10; MVL Decl. ¶ 10. Likewise, Plaintiffs are prepared to continue representing the proposed classes competently and diligently in their claims against Path and Apple, both through trial and appeal if necessary. Plaintiffs and their counsel have demonstrated their commitment to prosecuting this action on behalf of all putative class members. Accordingly, they satisfy the adequacy requirement.

5. Ascertainability is Satisfied.

a. Verifying Class Members

20 Plaintiffs have proposed two precise, objective, and presently (and easily) ascertainable 21 classes that satisfying Rule 23(a). McCrary v. Elations Co., No. 13-CV-00242-JGB-OPx, 2014 22 WL 1779243, at *7 (N.D. Cal. Jan. 13, 2014) (internal quotation omitted); see also Brazil v. Dell 23 Inc., No.07-CV-01700-RMW, 2010 WL 5387831, at *2 (N.D. Cal. Dec. 21, 2010). 24 Ascertainability requires objective criteria to define the Class but does not require positive 25 identification of Class Members. See Lilly v. Jamba Juice Co., 308 F.R.D. 231, 238 (N.D. Cal. 26 2014). The cornerstone of ascertainability is a class definition that gives notice to putative 27 members. See id.

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Plaintiffs have proposed two classes defined by precise, objective criteria. The Intrusion Class includes anyone who downloaded any of the Invasive Versions of the Path App. The Upload Subclass includes anyone who activated the Path App during the Class Period.

The evidence available permits the Court to identify the people who comprise each proposed class. First, Path possesses records showing registration by email address for the Path App during the Class Period. Kennedy Decl. ¶ 4, Exh. C-1 (pp. 18-20), ¶ 32, Exh. BB (p. 5). (Registration is the logon by a new user of the Path App, i.e., "sign up." Kennedy Decl. ¶ 10, Exh. G.) Second, Apple possesses records showing each user who received (i.e., downloaded) the pertinent versions of the Path App. Cooley Decl., ¶¶ 4-6, Exh. A, Green Decl., ¶¶ 4-6, Exh. A, Carter Decl., ¶¶ 4-6, Exh. A.

While Path's records may be incomplete as to the number of members of the Intrusion
Upload Subclass (for example, if the Path App was installed on a user's iDevice, but Path has no
record of the user's registration), lack of perfect identification of the Subclass is not a bar to
certification. All members of the Upload Subclass are necessarily members of the Intrusion
Class, and thus will receive Notice. That notice provides an opportunity for correction of
incomplete records for people who claim Subclass membership. See *Lilly v. Jamba Juice Co.*,
308 F.R.D. 231, 238-40 (N.D. Cal. 2014) (responses to class notice that rely on applicant's
"self-identification" do not preclude ascertainability finding).

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b. Notice and Administration

20 The proposed classes are ideally suited to provide for adequate notice and 21 administration. Adequate notice is "the best practicable, 'reasonably calculated, under all the 22 circumstances, to apprise interested parties of the pendency of the action" Silber v. Mabon, 18 23 F.3d 1449, 1454 (9th Cir. 1994) (quoting Mullane v. Central Hanover Bank & Trust Co., 339 24 U.S. 306, 314, (1950)). Courts in this District have approved email as an appropriate form of 25 direct notice. In re Netflix Privacy Litigation, 2012 WL 1598819, at *4 ("Email notice is 26 especially appropriate here given the online nature of Netflix's business and the fact that 27 Settlement Class Members had to provide a valid email address when creating their Netflix 28 accounts."); Browning v. Yahoo! Inc., 2007 WL 4105971, at *4 (N.D. Cal. 2007) ("Email notice

was particularly suitable in this case, where settlement Class Members' claims arise from their
 visits to Defendants' Internet websites.").

For those individuals who do not receive direct email notice, publication notice will
ensure the "best practicable" alterative notice. *In re Netflix Privacy Litigation*, 2012 WL
2598819, at *4; *Browning v. Yahoo!*, *Inc.*, 2007 WL 4105971, at *4. The Court can ascertain
class membership status without unreasonable effort or cost. *Keilholtz, v. Lennox Hearth Products, Inc.*, 268 F.R.D. 330, 336 (N.D. Cal. 2010) ("[A] class definition is sufficient if the
description of the class is 'definite enough so that it is administratively feasible for the court to
ascertain whether an individual is a Class Member."").

Download records from the Apple App Store will allow the Court to ascertain whether an individual is a member of the Intrusion Class. (Should it become necessary, mailing postal addresses can be confirmed by official or other reliable data sources.) Notice to the Intrusion Class includes, by definition, notice to the presumptively smaller Intrusion Upload Subclass.

As it turns out, the Apple App Store is an extraordinarily robust platform for class notice and claims administration in cases of this kind. The technology associated with downloads of Apps from the Apple App Store allows for effective, direct notification and payment to members of the proposed classes; Apple itself has agreed to employ it in settlement of other class cases involving users of their iDevices, vouching for its efficacy especially in the event of so-called "micropayments." See, e.g., *In re Electronic Books Antitrust Litigation*, Case No. 1:11-md-02293-DLC (S.D.N.Y.), ECF # 642-1 ("Settlement Agreement by and Among Apple, Inc., Plaintiff States and Class Plaintiffs") & #647-2 ("Plaintiffs' Consumer Distribution Plan").

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6. The Requirements of Rule 23(b) Are Satisfied.

In addition to the requirements of Rule 23(a), Plaintiffs must show that "[1] questions of law or fact common to Class Members predominate over any questions affecting only individual members, and [2] that a class action is superior to other available methods for fairly and efficiently adjudicating the controversy." Fed. R. Civ. P. 23(b)(3).

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Common Issues of Law and Fact Predominate. a.

Rule 23(b)(3) predominance tests if the proposed class is "sufficiently cohesive to warrant adjudication by representation." Amchem Products v. Windsor, 521 U.S. 591, 623 (1997). This inquiry is "more searching than the Rule 23(a)(2) 'commonality' inquiry." Mortimer v. Baca, No. 00-cv-13002-DDP (shx), 2005 WL 1457743, at *2 (C.D. Cal. May 25, 2005). "Where common questions present a significant aspect of the case and they can be resolved for all members of the class in a single adjudication, there is clear justification for handling the dispute on a representative rather than on an individual basis." *Rai*, supra, at *13.

Predominance analysis begins "with the elements of the underlying cause of action." Erica P. John Fund v. Halliburton, U.S. _, 131 S. Ct. 2179, 2184 (2011) (internal citations omitted). Here, the Court has held that Plaintiffs have adequately alleged a cause of action for invasion of privacy. (ECF # 543, at 30-34.) To sustain an invasion of privacy by intrusion on seclusion, Plaintiffs must plead and prove: (1) intrusion into a private place, conversation, or matter, (2) in a manner highly offensive to a reasonable person. *Shulman*, supra, 18 Cal. 4th at 231. See also Hernandez v. Hillsides, Inc., supra, 47 Cal.4th at 285; Riley v. California, Supra, 134 S.Ct. at 2489 (holding that mobile devices are subject to strong privacy protections).

Similarly, as it relates to the aiding and abetting claim against Apple (ECF # 543, at 22 18 [citations omitted]), "Plaintiffs must [show] that Apple (1) knew [Path's] conduct constituted a breach of duty and gave substantial assistance or encouragement to [Path] to so act, or (2) gave substantial assistance to [Path] in accomplishing [Path's] invasion of privacy, and Apple's own conduct, separately considered, constitute a breach of the duty to Plaintiffs." If the aiding and 22 abetting claim or other joint liability theories are proved, Apple will be liable to Plaintiffs on the invasion of privacy claim for some or all of the damages attributable to the underlying wrong. 24 Am. Master Lease v. Idanta Partners, 225 Cal.App.4th 1451, 1486 (2014).

25 Accordingly, common issues of law and fact predominate. The legal inquiry across the 26 proposed classes is the same. And the legal elements are susceptible to class-wide factual proof. 27 What Path did and how, and what Apple knew about it and how it behaved both before and after 28 the launch of the Path App, are all issues of fact susceptible to class-wide proof.

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While Path has raised as its Fourth Affirmative Defense that members of the Intrusion Upload Subclass consented to its misconduct (ECF # 558, at 34.), that defense is neither possible nor plausible. Path took data and committed these acts without user notice and therefore, by definition, without consent. Kennedy Decl. ¶ 10, Exh G, ¶ 17, Exh. M at 44:2-5, 9-12, 48:2-22, 49:6-14, ______ Apple, its agent, even agrees that Path did so. Kennedy Decl. ______ ¶ 34, Exh. DD at 28. Based on class-wide proof, Path's consent argument will fail on a class-wide basis with respect to both proposed classes.

Finally, damages can be shown on a class-wide basis. Plaintiffs' primary theory of damages is the value of the inherent privacy interest lost to Path App recipients (the Intrusion Class) and users (the Intrusion Upload Subclass). *See* Restatement 2d Torts, §§ 652B, cmt. b. ("the intrusion itself makes the defendant subject to liability") & 652H ("one who establishes a cause of action for invasion of privacy is entitled to recover damages for the harm to his interest in privacy resulting from the invasion"). Plaintiffs expect to provide "conjoint analysis" surveys establishing a uniform, class-wide value for both classes attributable to the privacy interest the Path App invaded. To be clear, this component of damage is separate and distinct from damage for individualized emotional distress or mental anguish; rather, the "interest in privacy" measures the societal value placed on the invaded privacy interest itself together with the egregiousness of the invasion. Post, *Social Foundation of Privacy*, 77 Cal.L.Rev. 947, 965 & nn. 47-51 (1989).

Unjust enrichment damages are also available class-wide for the Intrusion Upload
Subclass, and susceptible to common proof. *County of San Bernardino v. Walsh*, 158
Cal.App.4th 533, 542 (2007), as modified (Jan. 25 & 28, 2008) ("[t]]he defendant may be under a
duty to give to the plaintiff the amount by which [the defendant] has been enriched."). Common
evidence will show Path realized a commercial benefit in venture funding by way of Path's
unauthorized data collection and use. Kennedy Decl. ¶ 33, Exh. CC, ¶ 11, Exh. H (p. 5), ¶ 30,
Exh. Z.

Starting on November 29, 2011, Path used the Intrusion Upload Subclass members'
Contacts address book data to via the Path App,

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Kennedy Decl. ¶ 6, Exh. D-1 (pp. 1-3.) Path started a new round of venture funding, after realizing a 40-fold increase in new registrations. Kennedy Decl. ¶ 3, Exh. C-1 (pp. 18-20), ¶ 33, Exh. CC. Path closed the funding round in April of 2012 and received \$34 million in new investment. Kennedy Decl. ¶ 11, Exh. H (p. 5.) Plaintiffs will rely on a damages expert to show the portion of the valuation underlying Path's \$34 million Series B round was "attributable to the underlying wrong." Lanovaz v. Twinings, No. 12-cv-02646, 2015 WL 729705, at *2 (N.D. Cal. Feb. 19, 2015) (quoting Rest. (Third) of Restitution and Unjust Enrichment § 51).

Plaintiffs can also claim punitive damages under Cal. Civ. Code §3294(a), awardable across the putative classes. Varnado v. Midland Funding, 43 F.Supp.3d 985, 994 (N.D. Cal. 2014) ("Plaintiff has sufficiently stated a claim for intrusion on seclusion, which may support a claim for punitive damages."); see also Ellis v. Costco, 285 F.R.D. 492, 543 (N.D.Cal. 2012) ("Because the purpose of punitive damages is not to compensate the victim, but to punish and deter the defendant, any claims for such damages hinges, not on facts unique to each Class Member, but on the defendant's conduct toward the class as a whole.").

To prove up punitive damages, Plaintiffs intend to present "clear and convincing 15 evidence" Path and Apple acted with knowledge of the "probable dangerous consequences to plaintiffs' interests and deliberately failed to avoid these consequences." Rosa v. Taser Intern., 684 F.3d 941, 949 (9th Cir. 2012) (quoting Gawara v. U.S. Brass, 63 Cal. App. 4th 1341, 1361 (1998)); Weeks v. Baker & McKenzie, 63 Cal. App. 4th 1128, 1164 (1998) (burden of proof). One day after media sources announced Path started to seek venture funding, Path planned a "high level" meeting to acknowledge it collected address book data "w/out notice" and thereby violated user privacy. Kennedy Decl., Exs. CC & L. After Path's "strategic" meeting, Path 22 stayed on the same active course of conduct. Kennedy Decl. ¶ 14, Exh. J-2 (p. 2), ¶ 17, Exh. M at 122:15-23. 24

By February 7th, 2012, Path had amassed an additional 100 million address book 25 records, and had started to mine the data. Kennedy Decl. ¶ 14, Exh. J-2 (p. 2), ¶ 17, Exh. M at 26 122:15-23. This evidence shows Path acted with the requisite level of knowledge contemplated 27 by California's general punitive damages statute. Cal. Civ. Code §3294(a); Rosa, supra, 684 28

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21 PLAINTIFFS' MOTION FOR CLASS CERTIFICATION RE PATH APP; MPA IN SUPPORT THEREOF Case No. 13-cv-00453-JST

F.3d, at 949. Plaintiffs expect the evidence to show that neither Path nor Apple, as Path's agent, retailer, marketer and collaborator for the Path App, can credibly claim an absence of insight into the Path App or its workings.

In the event Path or Apple defeats these theories of damages, Plaintiffs will still establish a right to class-wide nominal damages. *O'Phelan v. Loy*, 497 F. Appx. 720, 721-22 (9th Cir. 2012) (unpublished). Numerous authorities confirm nominal damages are available on a classwide basis, in cases in California where "there have been real, actual injury and damages suffered by a plaintiff [but] the extent of plaintiffs' injury and damages cannot be determined from the evidence presented." Cal. Civ. Code §3360; *O'Phelan*, 497 F. Appx., at 721-22; *Cummings v. Connell*, 402 F.3d 936, 944 (9th Cir. 2005); *Walnut Manor Assocs. v. Keys*, No. C057198, 2010 WL 3412131, at *9 (Cal. Ct. App. Aug. 31, 2010) (quoting *Avina v. Spurlock*, 28 Cal. App. 3d 1086, 1088 (1972)). In determining the amount of nominal damages to be awarded, the Court need not weigh any individualized matters. Kennedy Decl. ¶ 10, Exh. G, ¶ 17, Exh. M at 44:2-5, 9-12, 48:2-22, 49:6-14, ¶ 24, Exh. T, ¶ 26, Exh. V. Rather, members of either proposed class will be entitled to the same nominal damage award. *See id*.

b. A Class Action Is Superior.

17 This class action is superior to other available methods of adjudication for this case. To 18 determine whether a class action is superior to individual actions, the "matters pertinent" under 19 Rule 23(b)(3) include "(A) the Class Members' interests in individually controlling the 20 prosecution or defense of separate actions; (B) the extent and nature of any litigation concerning 21 the controversy already begun by or against Class Members; (C) the desirability or 22 undesirability of concentrating the litigation of the claims in the particular forum; and (D) the 23 likely difficulties in managing a class action." Fed. R. Civ. P. 23(b)(3)(A)-(D). "[C]ertification 24 pursuant to Rule 23(b)(3) ... is appropriate 'whenever the actual interests of the parties can be 25 served best by settling their differences in a single action." Lilly, supra, 308 F.R.D., at 241 26 (internal citations omitted).

Here, each factor weighs in favor of class action treatment. As of this time, in each of
 the related actions, none of the Plaintiffs are seeking to *individually* control a separate action.

PLAINTIFFS' MOTION FOR CLASS CERTIFICATION RE PATH APP; MPA IN SUPPORT THEREOF Case No. 13-cv-00453-JST

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Indeed, given "the small size of each Class Member's claims in this situation, class treatment is not merely the superior, but the only manner in which to ensure fair and efficient adjudication of the present action." *Dei Rossi v. Whirlpool*, No. 2:12-CV-00125-TLN, 2015 WL 1932484, at *11 (E.D. Cal. Apr. 28, 2015). Concentrating the litigation in this forum creates maximum efficiency, and avoids the specter of millions of people bringing claims in courts throughout the State of California. *Id.* ("each member of the class pursuing a claim individually would burden the judiciary, which is contrary to the goals of efficiency and judicial economy advanced by Rule 23"). Neither Path nor Apple can credibly suggest otherwise in light of their earlier positions in the case. See, e.g., *Hernandez v. Path, Inc.*, No. 12-cv-1515-JST at ECF # 23, at 3-5, ECF # 25, at 2, and ECF # 52, at 4-6; see also ECF # 322, at 3-4.

Finally, Plaintiffs are aware of no unique procedural or substantive difficulties inherent in managing this class action. Notice can be accomplished by "direct" email notice to the Class Members, and by court-approved publication notice. Indeed, "[g]iven that common questions predominate [], certification will not generate any complexities from a case management perspective." *Rai*, supra, 2015 WL 860761, at *16.

V. CONCLUSION

Plaintiffs' claims on the Path App satisfy each of the requirements of Rule 23(a) and the
requirements of Rule 23(b)(3). Plaintiffs' motion for class certification should be granted.
Plaintiffs should be appointed as Class Representatives and Plaintiffs' Counsel should be
appointed as Class Counsel. Plaintiffs also respectfully request that should the Court grant the
instant motion, that it set a case management conference within 30 days of its Order to resolve a
plan for class notice and trial of the Action against Path and Apple.

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Plaintiffs' Steering Committee

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